GOVERNMENT OF INDIA
AGRICULTURE
LOK SABHA

UNSTARRED QUESTION NO:2242
ANSWERED ON:03.12.2007
VAIDYANATHAN COMMITTEE
Pandey Dr. Laxminarayan;Tripathi Shri Chandramani

Will the Minister of AGRICULTURE be pleased to state:

(a) whether some States have raised objections to some of the provisions of the package based on the second report of Vaidyanathan Committee;

(b) if so, the details thereof;

(c) whether the Government proposes to make amendments in the revival package of Rural Co-operative Credit Institutions; and

(d) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF AGRICULTURE(SHRI KANTI LAL BHURIA)

(a)to(d): Government of India has sought the views of the State Governments on the Report submitted by Vaidyanathan Committee for Revival of Long-Term Cooperative Credit Structure (LTCCS). Some of the State Governments have furnished their views and suggested modifications/changes in respect of some recommendations of the Committee. The suggestions mainly relate to shifting of cut-off date for the purpose of cleansing of the balance sheet, eligibility criteria, freedom of affiliation with higher structure of their choice, freedom to borrow from alternative Financial Institutions and proportion of sharing of losses between Government of India, State Governments and units of LTCCS.
The Government of India had a meeting with Ministers of various States on this issue on 10th October, 2007. The observations/suggestions of the State Governments will be kept in view in finalizing the Revival Package for LTCCS.